
Cover Pool Information

26.6.2015

Covered Bond



Landsbankinn Covered Bonds report



Report date: 26.06.2015

Portfolio Characteristics	Indexed*	Non-Indexed	Total
Total Cover Pool Balance	8.346	7.024	15.371
Average Loan Balance	17	16	17
No. Of Loans	483	441	924
No. Of Borrowers	481	437	918
No. Of Properties	481	437	918
WA LTV	54%	49%	51%
WA Seasoning (Years)	6,14	3,26	4,82
WA Remaining terms (Years)	29,83	30,11	29,96
WA Interest Rate	4,06%	6,64%	5,24%

*Indexed mortgage linked to the consumer price index in iceland as published by statistic iceland (Hagstofa Íslands: www.hagstofa.is). Non Indexed are fixed rate mortgages

LTV %	Exposure (ISK)	Percentage	No. Loans	Percentage
0-20	296	2%	32	3%
20-30	862	6%	64	7%
30-40	2.197	14%	150	16%
40-50	2.965	19%	179	19%
50-60	3.942	26%	224	24%
60-70	4.750	31%	256	28%
70-80	358	2%	19	2%
80-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	15.371	100%	924	100%

Area	Exposure (ISK)	Percentage	No. Loans	Percentage
Reykjavík	6.955	45%	409	44%
Höfuðborgarsvæðið	5.827	38%	328	35%
Norðurland eystra	803	5%	57	6%
Suðurland	571	4%	42	5%
Suðurnes	493	3%	34	4%
Vesturland	407	3%	30	3%
Vestfirðir	46	0%	4	0%
Austurland	237	2%	17	2%
Norðurland vestra	32	0%	3	0%
Total	15.371	100%	924	100%

Payment frequency	Exposure (ISK)	Percentage	No. Loans	Percentage
Monthly	15.327	100%	919	99%
Other	44	0%	5	1%
Total	15.371	100%	924	100%

Days in arrears	Exposure (ISK)	Percentage	No. Loans	Percentage
Not in arrears	14.933	97%	900	97%
1-30	405	3%	22	2%
31-60	32	0%	2	0%
61-90	0	0%	0	0%
More than 90	0	0%	0	0%
Total	15.371	100%	924	100%

Seasoning (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-3	6.467	42%	376	41%
3-6	3.452	22%	215	23%
6-9	1.547	10%	97	10%
9-12	3.904	25%	236	26%
more than 12	0	0%	0	0%
Total	15.371	100%	924	100%

Remaining (Years)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-5	15	0%	1	0%
5-10	87	1%	8	1%
10-20	2.441	16%	163	18%
20-30	2.816	18%	168	18%
more than 30	10.012	65%	584	63%
Total	15.371	100%	924	100%

Loan Balance (m.)	Exposure (ISK)	Percentage	No. Loans	Percentage
0-30	13.986	91%	885	96%
30-60	1.385	9%	39	4%
60-90	0	0%	0	0%
more than 90	0	0%	0	0%
Total	15.371	100%	924	100%

Interest type	Exposure (ISK)	Percentage	No. Loans	Percentage
3Y interest reset	664	4%	40	4%
5Y interest reset	3.466	23%	213	23%
Fixed	5.167	34%	309	33%
Floating	6.073	40%	362	39%
Total	15.371	100%	924	100%

Issuance	Amount
Cover Pool Eligible for Calculation - Exposure ISK	15.371
Cover Pool Eligible for Calculation - Number of Mortgages	924
Cash account linked to Cover Pool	53
Total Issuance	12.471
Substitution - Cash	0
Substitution - Government Bond	0
Minimum Over Collateralisation	20,0%
Over Collateralisation	23,7%

Comments from Risk Management

The management of interest rate risk against interest rate gap limits is supplemented by monitoring the sensitivity of financial assets and liabilities to various interest rate scenarios. The following table shows the current results from the net present value test as well as the stress tests that are run weekly on the cover pool. The table shows both the net present value for assets and liabilities as well as the ratio of the net present value to the nominal value of assets and liabilities. All numbers are in ISK millions.

"Nominal" is the original value. The net present value test is labelled „Base“ while the stress tests, on the interest rate level (100 bp) and consumer price index (50 bp) are labelled by the name of the risk factor that is being changed and the direction in which it is being moved. Risk factor adverse behavior is based on the "Base" net present value test and takes into account any netting possibilities.

Stress Test: Interest Rate Sensitivity

Risk factor	NPV		NPV ratio		Diff
	Assets	Liabilities	Assets	Liabilities	
Nominal	15.244	12.220	100,00%	100,00%	3.024
Base	15.415	12.261	101,12%	100,33%	3.154
Risk free interest rate - downward shift	16.054	12.593	105,31%	103,05%	3.461
Risk free interest rate - upward shift	14.866	11.940	97,52%	97,71%	2.926
Adverse behavior	13.782	12.261	90,41%	100,33%	1.521
Consumer Price index - downward shift	15.606	12.261	102,38%	100,33%	3.346
Consumer Price index - upward shift	15.126	12.261	99,22%	100,33%	2.865

Planned frequency for updates of this summary: 4 times a year.

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